concerning protected health information as necessary and appropriate for the employees to carry out the employees' duties for the covered entity [it relates to:

[(1) the covered entity's particular course of business; and

[(2) each employee's scope of employment].

(b) An employee of a covered entity must complete training described by Subsection (a) not later than the 90th [60th] day after the date the employee is hired by the covered entity.

(c) If the duties of an [An] employee of a covered entity are affected by a material change in state or federal law concerning protected health information, the employee shall receive training described by Subsection (a) within a reasonable period, but not later than the first anniversary of the date the material change in law takes effect [at least once every two years].

(d) A covered entity shall require an employee of the entity who receives [attends a] training [program] described by Subsection (a) to sign, electronically or in writing, a statement verifying the employee's completion of [attendance at the] training [program]. The covered entity shall maintain the signed statement until the sixth anniversary of the date the statement is signed.

SECTION 2. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2013.

Passed the Senate on April 25, 2013: Yeas 29, Nays 0; passed the House on May 22, 2013: Yeas 144, Nays 4, two present not voting.

Approved June 14, 2013.

Effective June 14, 2013.

CHAPTER 1368

S.B. No. 1610

AN ACT

relating to the notification of individuals following a breach of security of computerized data.

Be it enacted by the Legislature of the State of Texas:

SECTION 1. Subsections (b-1) and (e), Section 521.053, Business & Commerce Code, are amended to read as follows:

(b-1) If [Notwithstanding Subsection (b), the requirements of Subsection (b) apply only if] the individual whose sensitive personal information was or is reasonably believed to have been acquired by an unauthorized person is a resident [of this state or another state that does not require a person described by Subsection (b) to notify the individual of a breach of system security. If the individual is a resident] of a state that requires a person described by Subsection (b) to provide notice of a breach of system security, the notice of the breach of system security required under Subsection (b) may be provided under that state's law or under [satisfies the requirements of] Subsection (b).

(e) A person may give notice as required by Subsection (b) or (c) by providing:

(1) written notice at the last known address of the individual;

(2) electronic notice, if the notice is provided in accordance with 15 U.S.C. Section 7001; or

(3) notice as provided by Subsection (f).

SECTION 2. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2013.
CHAPTER 1369
S.B. No. 1623
AN ACT
relating to the creation and operations of health care funding districts in certain counties located on the Texas-Mexico border.

Be it enacted by the Legislature of the State of Texas:

SECTION 1. The heading to Chapter 288, Health and Safety Code, is amended to read as follows:

CHAPTER 288. HEALTH CARE FUNDING DISTRICTS IN CERTAIN COUNTIES LOCATED ON TEXAS-MEXICO BORDER [ THAT ARE ADJACENT TO COUNTIES WITH POPULATION OF 50,000 OR MORE ]

SECTION 2. Subdivisions (2) and (3), Section 288.001, Health and Safety Code, are amended to read as follows:

(2) “District” means a county health care funding district created under [by] this chapter.

(3) “Paying hospital [district taxpayer]” means an institutional health care provider [a person or entity who has paid a tax imposed] under this chapter.

SECTION 3. Section 288.002, Health and Safety Code, is amended to read as follows:

Sec. 288.002. CREATION OF DISTRICT. A district may be [is] created by order of the commissioners court of [in] each county located on the Texas-Mexico border that has a population of:

(1) 500,000 or more and is adjacent to two or more counties each of which has a population of 50,000 or more;

(2) 350,000 or more and is adjacent to a county described by Subdivision (1); or

(3) less than 300,000 and contains one or more municipalities with a population of 200,000 or more.

SECTION 4. Subchapter A, Chapter 288, Health and Safety Code, is amended by adding Sections 288.0031 and 288.0032 to read as follows:

Sec. 288.0031. DISSOLUTION. A district created under this chapter may be dissolved in the manner provided for the dissolution of a hospital district under Subchapter E, Chapter 286.

Sec. 288.0032. EXPIRATION OF CHAPTER; DISTRIBUTION OF FUNDS ON EXPIRATION. (a) A district created under this chapter is abolished and this chapter expires on December 31, 2016.

(b) The commissioners court of a county in which a district is created shall refund to each paying hospital the proportionate share of any money remaining in the local provider participation fund created by the district under Section 288.155 at the time the district is abolished.

SECTION 5. The heading to Section 288.051, Health and Safety Code, is amended to read as follows:

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